

Environmental and Public Protection

Financial Institutions

	Revised FY 2006	Requested FY 2007	Requested FY 2008	Recommended FY 2007	Recommended FY 2008
SOURCE OF FUNDS					
Restricted Funds					
Balance Forward	4,543,500	6,861,600	6,343,400	1,500,000	1,083,000
Current Receipts	11,137,200	11,435,000	11,785,000	11,600,400	11,785,000
Non-Revenue Receipts	-604,900	-1,695,500	-1,806,200	-942,300	-963,900
Fund Transfers	-6,007,200			-1,851,300	-1,900,900
Total Restricted Funds	9,068,600	16,601,100	16,322,200	10,306,800	10,003,200
TOTAL SOURCE OF FUNDS	9,068,600	16,601,100	16,322,200	10,306,800	10,003,200
EXPENDITURES BY CLASS					
Personnel Cost	5,633,700	7,579,600	8,006,800	6,777,400	6,913,200
Operating Expenses	1,854,900	2,648,100	2,687,400	2,416,400	2,429,000
Capital Outlay	80,000	30,000		30,000	
TOTAL EXPENDITURES	7,568,600	10,257,700	10,694,200	9,223,800	9,342,200
EXPENDITURES BY FUND SOURCE					
Restricted Funds	7,568,600	10,257,700	10,694,200	9,223,800	9,342,200
TOTAL EXPENDITURES	7,568,600	10,257,700	10,694,200	9,223,800	9,342,200
EXPENDITURES BY UNIT					
Administrative Services	950,200	1,073,900	1,117,400	1,011,400	1,023,300
Financial Institutions	4,647,800	6,454,100	6,749,400	5,718,100	5,801,800
Executive Director	591,900	1,109,400	1,135,400	704,500	708,100
Securities	1,378,700	1,620,300	1,692,000	1,789,800	1,809,000
TOTAL EXPENDITURES	7,568,600	10,257,700	10,694,200	9,223,800	9,342,200

The Office of Financial Institutions, pursuant to KRS Chapter 287, licenses and regulates banks, bank holding companies, trust companies, credit unions, savings and loan associations, consumer loan companies, industrial loan companies, mortgage loan companies, mortgage loan brokers, check cashing licensees, sale of check licensees, securities issuers, broker-dealers, agents, and investment advisors. An Executive Director appointed by the Governor heads the Office.

The Executive Director's Office is responsible for the overall management of the agency. The Ombudsman resolves complaints about Office licensees.

The Division of Administrative Services is comprised of three branches. The Technology branch maintains the computer network, the web sites, and system upgrade planning. The Administrative Services Branch is charged with the administration of the fiscal functions including budgeting, purchasing, inventory control, training coordination, and facilities management. The Public Affairs branch coordinates all communications with the media, and handles the offices public relations efforts through coordination of educational seminars, brochures, and newsletters.

The Division of Securities carries out the registration, or exemption from registration, of securities issuances in the state. It registers broker-dealers, their agents, investment advisers, and investment adviser representatives, and conducts on-site examinations of these regulated entities. The Division investigates allegations of securities fraud or other illegal conduct of all securities entities.

The Division of Financial Institutions examines and licenses commercial banks, bank holding companies, loan production offices, bank trust departments, independent trust companies, credit unions, savings and loan associations, consumer loan

companies, industrial loan companies, mortgage loan companies, mortgage loan brokers, check cashing licensees, and sale of check licensees.

Policy

Notwithstanding KRS 287.485, the Office of Financial Institutions shall transfer excess Restricted Funds of \$3,295,100 in fiscal year 2006; \$1,851,300 in fiscal year 2007 and \$1,900,900 in fiscal year 2008 to the General Fund.